## FEDERAL MILK ORDER ADVANCE PRICES, DECEMBER

Class I Base Price. Under the Federal milk order pricing system, the Class I base price for December 2005 is \$13.57 per cwt. This price is derived from the advanced Class III skim milk pricing factor of \$8.03 and the advanced butterfat pricing factor of \$1.6633. A Class I differential for each order's principal pricing point (county) is added to the base price to determine the Class I price. Comparison to Previous Month.

Compared to November 2005, the Class I base price decreased \$0.99 per cwt. For selected consumer products, the price changes are: whole milk (3.25% milk fat), -\$0.96 per cwt., -\$0.083 per gallon; reduced fat milk (2%), -\$0.76 per cwt., -\$0.066 per gallon; fat-free (skim milk), -\$0.53 per cwt., -\$0.046 per gallon. Class II Price Information. The advanced Class IV skim milk pricing factor is \$7.52. Thus, the Class II skim milk price for December is \$8.22 per cwt., and the Class II nonfat solids price is \$0.9133. Product Price Averages. The two-week product price averages for December are: butter \$1.5011, nonfat dry milk \$0.9834, cheese \$1.4213, and dry whey \$0.3084.

FEDERAL MILK ORDER CLASS I PRICE INFORMATION1/2/				
Federal Milk Order Marketing Area 3/	Order Number	December 2005		
			Class I	Class I
		Class I Price (3.5 %)	Skim Milk	Butterfat
			Price	Price
		\$ per cwt.	\$ per cwt.	\$ per pound
Northeast (Boston) 4/	001	16.82	11.28	1.6958
Appalachian (Charlotte) <u>5</u> /	005	16.67	11.13	1.6943
Southeast (Atlanta) <u>6</u> /	007	16.67	11.13	1.6943
Florida (Tampa) <u>7</u> /	006	17.57	12.03	1.7033
Mideast (Cleveland) 8/	033	15.57	10.03	1.6833
Upper Midwest (Chicago) 9/	030	15.37	9.83	1.6813
Central (Kansas City) <u>10</u> /	032	15.57	10.03	1.6833
Southwest (Dallas) 11/	126	16.57	11.03	1.6933
Arizona-Las Vegas (Phoenix) 12/	131	15.92	10.38	1.6868
Pacific Northwest (Seattle) 13/	124	15.47	9.93	1.6823
All-Market Average		16.22	10.68	1.6898

1/To convert the Class I price per 100 pounds to the Class I price per gallon, divide by 11.63--the approximate number of gallons in 100 pounds of milk. 2/ Note: The mandatory \$0.20 per cwt. processor assessment under the Fluid Milk Promotion Order is not included in the Class I prices shown on this table. 3/ Names in parentheses are the major city in the principal pricing point of the markets. 4/ Class I prices at other cities are: New York City, minus \$0.10; Philadelphia, minus \$0.20; Baltimore, minus \$0.25, and Washington, DC, minus \$0.25. 5/ Class I prices at other cities are: Knoxville, minus \$0.30 and Louisville, minus \$0.90. 6/ Class I prices at other cities are: New Orleans; plus \$0.50; Memphis, minus \$0.30; Nashville, minus \$0.50; and Springfield, Mo., minus \$0.90. 7/ Class I prices at other cities are: Orlando, same; Miami, plus \$0.30; and Jacksonville, minus \$0.30. 8/ Class I prices at other cities are: Indianapolis, same; Cincinnati, plus \$0.20; Pittsburgh, plus \$0.10; and Detroit, minus \$0.20. 9/ Class I prices at other cities are: Milwaukee, minus \$0.05; and Minneapolis, minus \$0.10. 10/ Class I prices at other cities are: Des Moines, minus \$0.20; Omaha, minus \$0.15; Oklahoma City, plus \$0.60; St. Louis, same; and Denver plus \$0.55. 11/ Class I price at toher cities are: Houston, plus \$0.60; San Antonio, plus \$0.45; Albuquerque, minus \$0.65; and El Paso, minus \$0.75. 12/ Class I price at Las Vegas is minus \$0.35. 13/ Class I prices at other cities are: Portland, same; and Spokane, same.